

# District of Columbia Financial Responsibility and Management Assistance Authority

FY 2002 Proposed Operating Budget	\$0
FY 2002 Proposed Capital Budget	\$0

## Budget Summary

The FY 2002 proposed operating budget for the District of Columbia Financial Responsibility and Management Assistance Authority (DCFRMAA) is \$0, a decrease of \$3,140,000, or 100 percent, from the FY 2001 approved budget (table XB0-1). No funding is proposed in FY 2002; it is anticipated that the conditions for control board dormancy will be met by September 30, 2001.

## Strategic Issues

The agency will become dormant when the DCFRMAA authority certifies that:

- the District government has adequate access to both short-term and long-term credit markets at reasonable interest rates to meet its borrowing needs
- for four consecutive fiscal years (occurring after the date of the enactment of the act), the expenditures made by the District government

during each of these years did not exceed the revenues of the District government during such years, as determined in accordance with generally accepted accounting principles (GAAP) contained in the comprehensive annual financial report (CAFR) for the District of Columbia.

## Agency Background

In April 1995, Congress addressed the District's financial crisis with the enactment of Public Law 104-8, the District of Columbia Financial Responsibility and Management Assistance Act. With this act, the Congress undertook to restore financial integrity and fiscal responsibility to the District government.

## Trend data

Table XB0-2 shows the expenditure history for FY 1998–Proposed FY 2002.

**The FY 2002 proposed operating budget is \$0, a decrease of \$3,140,000, or 100 percent, from the FY 2001 approved budget.**

Table XB0-1

**FY 2002 Proposed Operating Budget, by Comptroller Source Group**

(dollars in thousands)

District of Columbia Financial Responsibility and Management Assistance Authority

	Actual FY 2000	Approved FY 2001	Proposed FY 2002	Change from FY 2001
Regular Pay - Cont. Full Time	2	0	0	0
Unknown Payroll Postings	2	0	0	0
<i>Subtotal Personal Services (PS)</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>
Subsidies and Transfers	3,140	3,140	0	-3,140
<i>Subtotal Nonpersonal Services (NPS)</i>	<i>3,140</i>	<i>3,140</i>	<i>0</i>	<i>(3,140)</i>
<b>Total Proposed Operating Budget</b>	<b>3,140</b>	<b>3,140</b>	<b>0</b>	<b>(3,140)</b>

Table XB0-2

**FY 2002 Proposed Operating budget, by Revenue Type**

(dollars in thousands)

District of Columbia Financial Responsibility and Management Assistance Authority

	Actual FY 1998	Actual FY 1999	Actual FY 2000	Approved FY 2001	Proposed FY 2002
Local	3,220	5,096	3,140	0	0
Other	0	0	0	3,140	0
<b>Gross Funds</b>	<b>3,220</b>	<b>5,096</b>	<b>3,140</b>	<b>3,140</b>	<b>0</b>